OPTION 1

MB LICENSE ELIMINATED

LICENSEE MUST OBTAIN B OR C LICENSE TO SERVE ON-PREMISE

5.08.470 Class "M" manufacturing license.

- A. A manufacturing license shall entitle the licensee to manufacture alcohol within the City for commercial purposes, consistent with the provisions of State Code.
 - B. Unless otherwise prohibited by law, a licensed manufacturer:
 - 1. is permitted to allow on-duty staff to consume its product on its premise without charge as part of the manufacturing process;
 - 2. may provide bona fide samples of its product on its premise to those who may lawfully consume alcohol, in conformance with state law;
 - 3. may sell merchandise associated with the licensee, unless otherwise prohibited by law; and
 - 4. in the case of a brewery:
 - a. may sell beer for off-premise consumption, if the premise applies for and receives a Class A license. The sales percentage requirements of the Class A license do not apply to a brewery.
 - C. If a manufacturer which will operate a brewery under state law desires to provide retail sales of beer for on-premises consumption in connection with its manufacturing license beyond the sampling provisions of subsection (B), then the licensee must apply for and receive a class B or C license with the City, as well as all applicable state licenses and permits;
- D. If a licensee applies for a Class B or C license, it must meet all requirements associated with that license, including proximity restrictions, and comply with state and local regulations which apply to the license.
- <u>E. This section may not be used to increase the total number of Class B or C licenses</u> available in the City, as provided in section 5.08.410.